

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE

IN THE MATTER OF THE APPLICATION OF)
DELMARVA POEWR & LIGHT COMPANY)
FOR AN ANNUAL UPDATE IN THE GAS) PSC DOCKET NO. 16-0888
ENVIRONMENTAL SURCHARGE RIDER RATE)
(FILED AUGUST 26, 2016))

ORDER NO. 8953

AND NOW, this 6th day of October, 2016, the Delaware Public Service Commission ("Commission") determines and orders the following:

WHEREAS, on August 26, 2016, Delmarva Power & Light Company ("Delmarva") filed the above-captioned application (the "Application") with the Commission seeking approval to increase the rate for its Environmental Surcharge Rider ("ESR") under the process approved in PSC Order No. 6401 (April 20, 2004) in Docket No. 04-53;

WHEREAS, in its Application, Delmarva seeks to increase its current ESR rate from a positive surcharge of \$0.00128 per ccf to a positive surcharge rate of \$0.00169 per ccf for all firm delivery service customers; and

WHEREAS, pursuant to 26 Del C. §§304(a) and 306(a)(2), upon the filing of a petition for a proposed change to any rate, the Commission may determine that such change shall become effective not later than 60 days after the filing of a petition on a temporary basis pending the final decision of the Commission;

**NOW THEREFORE, IT IS HEREBY ORDERED BY THE AFFIRMATIVE
VOTE OF NOT FEWER THAN THREE COMMISSIONERS:**

1. Pursuant to 26 *Del. C.* §§304(a) and 306(a)(2) and the process set forth by the Commission in Order No. 6401 (April 20, 2004), the proposed rate increase in the ESR rate from a positive surcharge of \$0.00128 per ccf to a positive surcharge rate of \$0.00169 per ccf for all firm delivery service customers is hereby permitted to become effective for gas usage on and after November 1, 2016, with proration and subject to refund pending further review and final decision by the Commission

2. The Commission shall not assign this docket to a Hearing Examiner to conduct an evidentiary hearing, but, rather, shall conduct an evidentiary hearing on the Application during its regularly-scheduled meeting on **November 15, 2016, starting at 1:00 P.M.** at 861 Silver Lake Boulevard, 1st Floor Hearing Room, Cannon Building, Dover, Delaware 19904

3. As outlined in the form of Public Notice, interested persons or entities are afforded the opportunity to file written comments or objections to the proposed change in the ESR rate. Such written comments or objections must be filed **on or before October 27, 2016**. In addition, the Commission will accept public comments on the Application immediately prior to the commencement of the evidentiary hearing on November 15, 2016.

4. Pursuant to 26 *Del. C.* §502 and 29 *Del. C.* ch. 101, the Commission designates Hearing Examiner Mark Lawrence for the sole purpose of considering any petitions for intervention that may be filed in this docket.

5. Delmarva shall provide public notice of the filing of its Application, this Order, and the date of the evidentiary hearing by publishing notices, in the form attached hereto as **Exhibit "A"**, in the legal classified section of The News Journal newspaper in two-column format, outlined in black, on **October 13 and October 20, 2016**. Proof of such publication is to be provided to the Commission as soon as practical but not later than the commencement of the evidentiary hearing concerning this matter.

6. The deadline for intervention pursuant to 26 Del. Admin. C. §1001-2.9 shall be **October 27, 2016**. Petitions for intervention that are not received by the Commission **on or before October 27, 2016** will not be granted unless good cause is shown. In addition, any intervenor wishing to oppose the Application must file written pre-filed testimony with the Commission, pursuant to the Commission's rules, on or before **Monday, November 7, 2016**. Copies of such testimony must also be served on the following persons:

Mark Lawrence Hearing Examiner Delaware Public Service Commission 861 Silver Lake Blvd., Suite 100 Dover, DE 19904 (302) 736-7504 Mark.lawrence@state.de.us	Robert Willard, Esquire Deputy Attorney General Delaware Public Service Commission 861 Silver Lake Blvd., Suite 100 Dover, DE 19904 (302) 577-8400 Robert.Willard@state.de.us
Joe DeLosa Public Utility Analyst Delaware Public Service Commission 861 Silver Lake Blvd., Suite 100	Pamela Knotts Regulatory Policy Administrator Delaware Public Service Commission 861 Silver Lake Blvd., Suite 100

Dover, DE 19904 (302) 736-7519 Joseph.delosa@state.de.us	Dover, DE 19904 (302) 736-7541 pamela.knotts@state.de.us
Regina A. Iorii, Esquire Deputy Attorney General Division of the Public Advocate 820 N. French Street, 4th Floor Wilmington, DE 19801 (302) 577-8159 regina.iorii@state.de.us	Andrea B. Maucher Public Utility Analyst Division of the Public Advocate 29 South State Street Dover DE 19901 (302) 241-2545 andrea.maucher@state.de.us
David L. Bonar Public Advocate Division of the Public Advocate 29 South State Street Dover, DE 19901 (302) 241-2550 david.bonar@state.de.us	Ruth Ann Price Public Advocate Division of the Public Advocate 820 N. French St., 4th Floor, Wilmington 19801 (302) 577-5014. ruth.price@state.de.us
Pamela J. Scott, Esq. Assistant General Counsel Delmarva Power & Light Co. 500 North Wakefield Dr. Newark, DE 19702 or P.O. Box 6066 Mail Stop: 92 DC 42 Newark, DE 19714 (302) 429-3143 pjscott@pepcoholdings.com	Lisa E. Pfeifer Senior Supervising Scientist Delmarva Power & Light Co. 630 Martin Luther King Jr. Boulevard Mail Stop: 88MK64 Wilmington, DE 19801 (302) 429-3545 Lisa.pfeifer@pepcoholdings.com
Leonard J. Beck Regulatory Affairs Delmarva Power & Light Company 401 Eagle Run Road Newark DE, 19714 or P.O. Box 9239 Mail Stop: 79NC59 Newark, DE 19714 (302) 454-4839 len.beck@pepcoholdings.com	Susan A. Devito Delmarva Power & Light Co. Director Pricing and Regulatory Services 500 North Wakefield Drive Newark, DE 19702 Or P.O. Box 6066 Mail Stop: 92DC56 Newark, DE 19714-6066 (302) 451-5324 Susan.devito@pepcoholdings.com

Any written pre-filed testimony sent by an intervenor that is not received by the Commission **on or before Monday, November 7, 2016**, will not be considered

7. Delmarva is hereby put on notice that it will be charged the costs incurred by the Commission Staff and the

Division of the Public Advocate in connection with this proceeding under the provisions of 26 Del. C. §114(b)(1).

8. That the Commission reserves the jurisdiction and authority to enter such further Orders in this matter as may be deemed necessary or proper.

BY ORDER OF THE COMMISSION:

Chair

Commissioner

Commissioner

Commissioner

Commissioner

ATTEST:

Secretary

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE

P U B L I C N O T I C E

Pursuant to the environmental remediation recovery mechanism approved in PSC Order No. 6401 (April 20, 2004) in Docket No. 04-53, Delmarva Power & Light Company ("Delmarva") has filed an application (the "Application") with the Commission proposing an increase in the Environmental Surcharge Rider

("ESR") from a positive surcharge of \$0.00128 per ccf to \$0.00169 per ccf for all firm delivery customers, with the increased rate to become effective with usage on and after November 1, 2016, with proration, subject to modification and refund after an evidentiary hearing.

For a typical residential space heating customer using 120 ccf of gas in a winter month, the effect of the proposed ESR rate change will be an increase in the monthly winter bill of approximately \$0.05. Commercial and industrial customers will see a minimal increase.

By **Order No. 8953** dated October 6, 2016, the Commission permitted the proposed rates to become effective with usage on and after November 1, 2016, with proration, subject to modification and refund after an evidentiary hearing.

On **November 15, 2016, starting at 1:00 p.m.**, the Commission will consider whether to grant Delmarva's Application. The evidentiary hearing will be held at the Commission's office located at 861 Silver Lake Boulevard, Cannon Building, Suite 100, Dover, Delaware 19904. The Commission will render a decision based upon the evidence presented to it at this evidentiary hearing.

Interested persons or entities are afforded the opportunity to file written comments or objections to the proposed change in the ESR rate. Such written comments or objections must be filed **on or before October 27, 2016**. Please send these written comments to the Commission's address listed above and note the

"attention to" as "PSC Docket No. 16-0888." Written comments may be also be submitted electronically at <https://delafile.delaware.gov/>.

In addition, the Commission will accept public comments on the Application immediately prior to the commencement of the evidentiary hearing on November 15, 2016.

If you wish to formally participate as a party in this matter, with the right to present evidence and be represented by counsel, you must file with the Commission a written petition asking for leave to intervene in accordance with the requirements of the Commission's Rules of Practice and Procedure (26 Del. Admin. C. §1001-2.9) **on or before October 27, 2016**. All such petitions should be sent to the Commission's address listed above with attention to "PSC Docket No.16-0888." Petitions for intervention that are not received by the Commission **on or before October 27, 2016**, will not be granted unless good cause is shown. If intervention status is granted, any intervenor wishing to oppose the Application must file written pre-filed testimony with the Commission on or before **November 7, 2016**. Any submissions sent by an intervenor that are not received by the Commission **on or before November 7, 2016** will not be considered. Such written submissions shall also be served on the persons identified in **Order No. 8953** in this docket.

You may review documents pertaining to this matter on the Commission's e-filing website at <https://delafile.delaware.gov/>. If you would like to review the

documents related to this matter at the Commission's office, please contact Donna Nickerson at donna.nickerson@state.de.us to arrange a time for your review during normal business hours. You may also review copies of these documents at the Wilmington office of the Division of the Public Advocate located at the Carvel State Office Building, 4th Floor, 820 North French Street, Wilmington, Delaware 19801 or the Dover office located at 29 S. State Street, Dover, DE 19901. Please call the Wilmington office at (302) 577-5077 or the Dover office at (302) 241-2555 to arrange for a time to review the documents at that location.

If you wish to request copies of documents in this matter, please submit a Freedom of Information Act Request Form. This form may be found at http://sos.delaware.gov/foia_requests.shtml. The Commission will respond to your request in accordance with the provisions of the Freedom of Information Act, 29 Del. C. ch. 100.

If you have a disability and wish to participate or to review the materials in this matter, please contact the Commission to discuss any auxiliary aids or services you might need to help you. You may contact the Commission in person, by writing, by telephone (including text telephone), by Internet e-mail, or other means.

If you have questions about this matter, you may call the Commission at 1-800-282-8574 (toll-free in Delaware) or (302) 736-7500 (voice and text telephone). You may also send questions regarding this matter by Internet e-mail addressed to psc@state.de.us; include "PSC Docket No. 16-0888" as the subject.